City of Huntington Beach

# Ten Point Plan for Local Business

Presented by Fred Wilson, City Manager Huntington Beach Economic Conference March 4, 2011

#### **HB Business Facts**

- 18,779 total licensed businesses in Huntington Beach
  - 7,348 active businesses= 40% of all licenses
  - Others: home-based businesses, out-oftown contractors and residential multi-unit rentals

Top Employment Industries:	
Sales/Office	30%
Professional/Related	24%
Management/Business	
Financial Operations	20%
Service	11%
Production/Transp.	8%
Const./Maint/Other	7%

Source: State of California
Employment Development Department

#### What is the Ten Point Plan?

- Ongoing strategic approach to supporting local business
- Support and retain existing businesses and assist them in their growth and overall success
  - Increasing efficiency of processes wherever possible
  - Enhancing customer service
  - Support business needs by providing information and access to resources

### Point 1: Develop Model for Economic Gardening Program



An entrepreneurial approach to growing an economy from within by focusing on nurturing local business.

- Targets local firms with growth potential and provides tools and programs to enable businesses to thrive
- Focuses on business retention and expansion
- Relationship based, not transaction driven

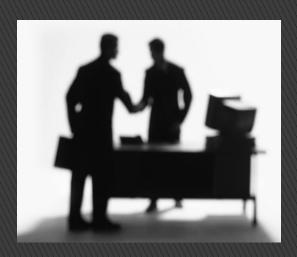
#### **ECONOMIC GARDENING**

#### Three Components:





Infrastructure



Connections

### ECONOMIC GARDENING Information



- Demographic information and statistics
- Access to databases
- Help businesses learn where to get information and how to find other resources
- Information on City processes to help them understand what we can do to help them succeed

## ECONOMIC GARDENING Infrastructure and Quality of Life

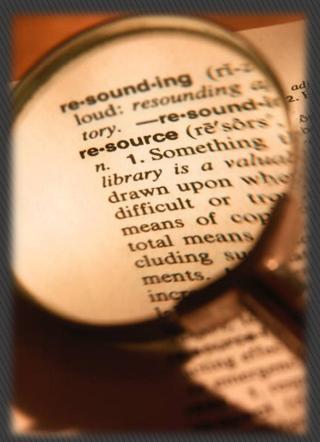


### ECONOMIC GARDENING Infrastructure & Quality of Life

- More than just basic infrastructure
- A community that embraces business growth and support
- A good place to live, work and play
  - First Time Homebuyer Down Payment Assistance Program has funded more than \$1.33 million in loans – half of the total participants moved to HB to be closer to work.
- Firms in the new business panel later this morning will tell you why they chose HB

### ECONOMIC GARDENING Connections

- Economic Gardening is <u>relationship driven</u>
- Develop connections between businesses to get them to the next level
  - Lenders
  - Business Associations
  - State/Federal Programs
  - Colleges/Universities
  - Other Businesses



Locate resources and communicate them to the business community

#### **NEXT STEPS**

- Build relationships with existing businesses
  - Conference evaluation what would you like to learn?
  - "How to do Business with the City" workshop
    - · April 13: 7:00 AM, City Hall, Room B8
  - Business Visits with the Mayor and City Manager to determine how we can best help your business
- Provide a reason to stay and expand, which will also increase new business
  - Local Business Creates over 97% of new jobs
  - 5% of US companies produce 80% of jobs
  - 90% of US businesses have less than 20% of employees

YESTERDAY: BUSINESS ATTRACTION TODAY: BUSINESS RETENTION AND EXPANSION

#### Point 2: Streamline Development Process

Expedite tenant improvement permits, implement technology solutions and other resources to expedite development processing

- Success Story: Quiksilver/DC Shoes (850 employees)
- Major remodel of 200,000 sq. ft.
- 11 year renewed lease (400,000 sq ft)
- Potential to have lost business to another city
- "...Quiksilver has had positive relations and experience through its history with the City of Huntington Beach."

  -Quiksilver

### Point 3: Develop/ Implement Enhanced Customer Service Standards

Create opportunities to demonstrate our commitment to serving the needs of the business community

- Customer service survey
- Develop/implement new standards & programs
- Business Concierge & "Second Opinion" Programs

#### Customer Service Survey

Sent to 2,000 Building & Safety, Planning, Public Works, Fire, Code Enforcement customers from past two years

- 81% were extremely satisfied with the amount of information provided, and that it was delivered clearly and completely
- 85% gave excellent/good ratings to staff courtesy, knowledge and professionalism

- 80% gave excellent ratings to the time it took to provide and complete service
- Survey identified the need to make certain services available online to increase convenience in accepting plans, scheduling inspections, and payment for specific services, for example

### Point 4: Expand Funding Resources for Small Business

Survey for needs, evaluate tools, share with business community

- Learn financial needs of local businesses
- Identify commercial banks
- Direct lenders to businesses

- Implement workshops for businesses with staff, lenders and other resources
- Example: connected auto dealer to financing to enable needed expansion - would have lost dealer without it.

### Point 5: Expand Available Economic Development Programs

Evaluate programs to increase business attraction, retention and expansion

- Create "Red Team" Partnership with the Orange County Business Council/other networks
- Promote First-Time Homebuyer and other housing/quality of life programs to businesses to attract and assist quality employees
- Publicize programs through business workshops

### Point 6: Establish HB as a Community for Green Business

Promote promotion of the City's energy programs, explore green business networking model and sustainable growth opportunities



- Explore promotion of programs to City businesses
- Promote in conjunction with Green Expo
- HB recognized by National Resources
   Defense Council (NRDC) as a Smarter City
- Controllable LED Streetlights downtown
- Solar Power Purchase Agreement
  Construction with SunEdison for City
  Hall, Main Library and City Yard

#### Point 7: Strengthen Shop Local Programs

Incentivize use of local businesses not only among consumers, but also on a business-to-business level

- Evaluate revision of Surf City Savings program
- Coordinate workshops with Chamber of Commerce to encourage shopping locally
- Work with Chamber to implement an accessible registry of businesses

City purchased \$114m in goods, services, professional services, inventory, maintenance, construction (2009-2010). Increase efforts to do much of that purchasing locally.

### Point 8: Increase Community Support Activities by Local Businesses

Develop & implement strategy for sponsorship, implement corporate marketing plan

- Consultant hired to market beverage rights, sponsorship and naming rights of community facilities – sports complex, Pier, etc
  - Several qualified vendors, but selected equally qualified <u>local</u> vendor

- HB had first program in the US with former Coca Cola sponsorship
- San Diego, Costa Mesa, Garden Grove, Long Beach, Moreno Valley – other cities nationwide

#### Point 9: Expand Film Program

Work with Marketing and Visitors Bureau to spread awareness of Huntington Beach as a production destination

- Increase efficiency of permit process
- Explore incentives for filming locally

- Assist MVB in updating Film HB website
- Enhance HB business opportunities with online local service directory for industry

#### Film Impacts



\$2,000,000 potential revenue from increased filming activity in Huntington Beach

- Results from City fees, sales tax on locally– purchased goods, and Transient Occupancy Tax generated by hotel stays during production
- Local businesses benefit from increased customer traffic and exposure to repeat business from local production

#### Point 10: Establish City Website as a Resource for New and Existing Businesses

Revise existing site, highlight quality of life components to demonstrate opportunities for business owners and employees



- Implement a web-based vendor registry for notification of bids & RFPs - completed
- Increase online information specifically targeted to the business community

### Huntington Beach is...



for business!